

107TH CONGRESS
1ST SESSION

H. R. 1652

To amend the Internal Revenue Code of 1986 to reduce the amount of
the earned income credit.

IN THE HOUSE OF REPRESENTATIVES

MAY 1, 2001

Mr. COLLINS introduced the following bill; which was referred to the
Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to reduce
the amount of the earned income credit.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Earned Income Tax
5 Credit Reform Act of 2001”.

6 **SEC. 2. REDUCTION OF EARNED INCOME CREDIT.**

7 (a) REPEAL OF CREDIT FOR INDIVIDUALS WITHOUT
8 CHILDREN.—

9 (1) IN GENERAL.—Subparagraph (A) of section
10 32(c)(1) of the Internal Revenue Code of 1986 (de-

1 fining eligible individual) is amended to read as fol-
 2 lows:

3 “(A) IN GENERAL.—The term ‘eligible in-
 4 dividual’ means any individual who has a quali-
 5 fying child for the taxable year.”.

6 (2) CONFORMING AMENDMENT.—The table con-
 7 tained in paragraph (2) of section 32(b) of such
 8 Code is amended by striking the item relating to no
 9 qualifying children.

10 (b) REDUCTION OF CREDIT PERCENTAGES; IN-
 11 CREASE IN PHASEOUT PERCENTAGES.—Paragraph (1) of
 12 section 32(b) of such Code (relating to percentages) is
 13 amended to read as follows:

14 “(1) PERCENTAGES.—The credit percentage
 15 and the phaseout percentage shall be determined as
 16 follows:

In the case of an eligible indi- vidual with:	The credit percentage is:	The phaseout percent- age is:
1 qualifying child	18.5	16.98
2 or more quali- fying children	19.5	22.06”.

17 (c) EFFECTIVE DATE.—The amendments made by
 18 this section shall apply to taxable years beginning after
 19 December 31, 2001.

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